



Third Quarter Financial Results 30 September 2022 (Reviewed)

Interim Consolidated Statement of Financial Position

As at 30 September 2022 (Reviewed)

All Figures in US\$ Thousand

	Reviewed 30 September 2022	Audited 31 December 2021
ASSETS		
Bank balances	19,378	46,590
Due from financial institutions	-	4,978
Investments	822,675	852,449
Murabaha receivables	1,364,341	1,291,024
Ijarah	112,693	128,968
Musharaka financing	5,007	-
Equipment	144	195
Other assets	72,595	7,772
TOTAL ASSETS	2,396,833	2,331,976
LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY		
Liabilities		
Murabaha and other payables	211,046	288,659
Other liabilities	16,847	31,214
	227,893	319,873
EQUITY OF INVESTMENT ACCOUNT HOLDERS	1,850,433	1,715,169
Owners' equity		
Share capital	132,500	132,500
Reserves	186,007	164,434
	318,507	296,934
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY	2,396,833	2,331,976

Interim Consolidated Statement of Cash Flows

Nine-months period ended 30 September 2022 (Reviewed)

All Figures in US\$ Thousand

	Reviewed	
	Nine months ended 30 September	
	2022	2021
OPERATING ACTIVITIES		
Net income for the period	29,609	26,664
Adjustments for:		
Depreciation	51	71
Gain on sale of investments - net	(3,866)	(3,164)
Reversal of expected credit losses - net	(4,039)	(914)
Operating income before changes in operating assets and liabilities	21,755	22,657
Changes in operating assets and liabilities:		
Due from financial institutions	5,000	-
Murabaha receivables	(73,178)	501,850
Ijarah	17,179	16,925
Other assets	(64,798)	3,628
Other liabilities	60,945	(4,735)
Murabaha and other payables	(77,613)	(224,206)
Equity of investment account holders	135,264	(355,787)
Net cash generated from / (used in) operating activities	24,554	(39,668)
INVESTING ACTIVITIES		
Purchase of investments	(140,500)	(190,000)
Proceeds from sale / redemption of investments*	115,612	268,687
Purchase of equipment	-	(119)
Net cash (used in) / generated from investing activities	(24,888)	78,568
FINANCING ACTIVITY		
Dividend paid to the shareholder	(26,878)	(25,751)
Cash used in financing activity	(26,878)	(25,751)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(27,212)	13,149
Cash and cash equivalents at the beginning of the period	46,590	12,212
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	19,378	25,361

* This excludes non-cash item amounting to US\$ 14,987 thousand relating to conversion of a Sukuk to Musharaka financing upon restructuring.

Interim Consolidated Statement of Income

Nine-months period ended 30 September 2022 (Reviewed)

All Figures in US\$ Thousand

	Reviewed	Reviewed
	Three months ended 30 September	Nine months ended 30 September
	2022	2021
OPERATING INCOME		
Income from financial institutions	10	24
Income from investments	7,925	3,888
Income from Murabaha receivables	10,922	4,775
Ijarah income - net	1,527	1,192
	20,384	9,879
Profit on Murabaha and other payables	(1,374)	(588)
Return on equity of investment account holders	(10,199)	(1,747)
	8,811	7,544
Gain on sale of investments - net	-	802
Fee commission and other income - net	172	1,386
Net operating income before credit losses	8,983	9,732
Reversal / (charge) of expected credit losses - net	2,061	(370)
NET OPERATING INCOME	11,044	9,362
OPERATING EXPENSES		
Staff costs	1,507	1,333
Depreciation	15	28
Other expenses	506	440
Total operating expenses	2,028	1,801
INCOME FOR THE PERIOD BEFORE ZAKAH	9,016	7,561
Zakah	(106)	(102)
NET INCOME FOR THE PERIOD	8,910	7,459

Interim Consolidated Statement Of Changes In Owners' Equity

Nine-months period ended 30 September 2022 (Reviewed)

All Figures in US\$ Thousand

	Reserves				
	Share capital	Statutory reserve	Investments fair value reserve	Retained earnings	Total reserves
At 31 December 2021	132,500	37,195	344	126,895	164,434
Transition adjustment on adoption of FAS 38 as of 1-Jan-22	-	-	23,137	-	23,137
As at 1 January 2022 (Restated)	132,500	37,195	23,481	126,895	187,571
Net income for the period	-	-	-	29,609	29,609
Cumulative changes in fair value of equity investments	-	-	(46)	-	(46)
Cumulative changes in fair value of debt type investments	-	-	(4,249)	-	(4,249)
Total comprehensive income for the period	-	-	(4,295)	29,609	25,314
Dividends paid	-	-	-	(26,878)	(26,878)
At 30 September 2022 (Reviewed)	132,500	37,195	19,186	129,626	186,007
As at 1 January 2021	132,500	34,209	408	125,767	160,384
Net income for the period	-	-	-	26,664	26,664
Cumulative changes in fair value of equity investments	-	-	(133)	-	(133)
Total comprehensive income for the period	-	-	(133)	26,664	26,531
Dividends paid	-	-	-	(25,751)	(25,751)
At 30 September 2021 (Reviewed)	132,500	34,209	275	126,680	161,164

*During the period, the Bank paid dividend of US\$ 20.29 (31 December 2021: US\$ 19.43) per share amounting to US\$ 26.88 million (2021: US\$ 25.75 million) upon approval by the shareholder at the Annual General Meeting dated 25 April 2022.

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Cash Flows and Interim Consolidated Statement of Changes in Owners' Equity have been extracted from the Interim Condensed Consolidated Financial Statements of ABC Islamic Bank (E.C.) for the nine-month period ended 30th September 2022, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain, on 12 November 2022.